

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF BROWNSBORO)
UTILITIES, INC. d/b/a OLD)
BROWNSBORO PLACE FOR AN AD-) CASE NO. 8687
JUSTMENT OF RATES PURSUANT TO)
THE ALTERNATIVE PROCEDURE FOR)
SMALL UTILITIES)

O R D E R

IT IS ORDERED that Brownsboro Utilities, Inc. shall file an original and seven copies of the following information with the Commission by February 8, 1983. If the information requested or a motion for an extension of time is not filed by the stated date, the Commission may dismiss the case without prejudice. Andriott Davidson Service Corporation ("Andriott Davidson") who provides routine maintenance service to Brownsboro Utilities, Inc. ("Brownsboro") is under the same ownership as Brownsboro. Since transactions between Andriott Davidson and Brownsboro are less than arms-length, additional information is needed to determine the appropriateness of the test period charge to Brownsboro for the services provided by Andriott Davidson under the routine maintenance contract for rate-making purposes.

1. With reference to the standard routine maintenance contract, provide a detailed explanation of the basis for and the

method of determination of the monthly charges (i.e., time, transportation, etc.), for each component of service provided to Brownsboro.

2. Provide a complete list of all sewer utilities that are provided routine maintenance services by Andriott Davidson. Include for each utility listed the following:

- (a) The monthly routine maintenance fee presently in effect and the effective date of that fee.
- (b) The previous monthly routine maintenance fee.
- (c) The number of customers served by each utility.
- (d) The number of sewage treatment plants and the GPD capacity of each plant during 1981.
- (e) The location of each plant
- (f) Whether the service is provided under the standard contract or a special contract. (Provide copies of special contracts)
- (g) For each utility served under the standard contract identify by number each component of service provided for that utility.
- (h) Provide the number of visits to each treatment plant covered under the contract and the number of visits actually made to each treatment plant during calendar year 1981.

3. (a) Has Brownsboro negotiated with any other entities who provide routine maintenance services for sewer utilities.

- (b) If yes, provide written documentation of any communication regarding such negotiations, including the date of the communication and estimates or quotes of charges.

4. Has Brownsboro considered any alternatives to contracting routine maintenance services, such as hiring full- or part-time employees? If so, provide complete details of those considerations.

Done at Frankfort, Kentucky, this 26th day of January,
1983.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary